

1 Casey R. Fronk (Illinois #6296535) admitted *pro hac vice*
 2 fronkc@sec.gov
 3 Attorney for Plaintiff
 4 Securities and Exchange Commission
 5 Salt Lake Regional Office
 351 South West Temple, Suite 6.100
 Salt Lake City, Utah 84101
 Telephone: (801) 524-5796
 Facsimile: (801) 524-3558

6 **UNITED STATES DISTRICT COURT**
 7 **FOR THE DISTRICT OF NEVADA**

8 **SECURITIES AND EXCHANGE**
 9 **COMMISSION,**

10 Case No.: 2:16-cv-01413-JAD-BNW

11 Plaintiff,

12 vs.

13 HEMP, INC. a Colorado Corporation;
 14 BRUCE J. PERLOWIN, an individual;
 15 BARRY K. EPLING, an individual; JED
 16 M. PERLOWIN, an individual; FERRIS
 17 HOLDING, INC., a private Nevada
 18 Corporation; HOBBS EQUITIES INC.,
 19 a private Nevada Corporation;
 DIVERSIFIED INVESTMENTS LLC, a
 private Nevada Limited Liability
 Company; and QUANTUM ECONOMIC
 PROTOCOLS LLC, a private Nevada
 Limited Liability Company.

20 Defendants.

21 **FINAL JUDGMENT AS TO**
DEFENDANT QUANTUM ECONOMIC
PROTOCOLS, LLC

22 ECF No. 204

23 1. The Securities and Exchange Commission having filed a Complaint and
 24 Defendant QUANTUM ECONOMIC PROTOCOLS, LLC having entered a general appearance;
 25 consented to the Court's jurisdiction over Defendant and the subject matter of this action;
 26 consented to entry of this Final Judgment without admitting or denying the allegations of the
 27 Complaint (except as to jurisdiction and except as otherwise provided herein in paragraph IV);
 28

1 waived findings of fact and conclusions of law; and waived any right to appeal from this Final
2 Judgment:

3 I.
4

5 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant is
6 permanently restrained and enjoined from violating, directly or indirectly, Section 10(b) of the
7 Securities Exchange Act of 1934 (the “Exchange Act”) [15 U.S.C. § 78j(b)] and Rule 10b-5
8 promulgated thereunder [17 C.F.R. § 240.10b-5], by using any means or instrumentality of
9 interstate commerce, or of the mails, or of any facility of any national securities exchange, in
10 connection with the purchase or sale of any security:
11

- 12 (a) to employ any device, scheme, or artifice to defraud;
13 (b) to make any untrue statement of a material fact or to omit to state a material fact
14 necessary in order to make the statements made, in the light of the circumstances
15 under which they were made, not misleading; or
16 (c) to engage in any act, practice, or course of business which operates or would
17 operate as a fraud or deceit upon any person.
18

19 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in
20 Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following who
21 receive actual notice of this Final Judgment by personal service or otherwise: (a) Defendant’s
22 officers, agents, servants, employees, and attorneys; and (b) other persons in active concert or
23 participation with Defendant or with anyone described in (a).
24

25 II.
26

27 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant
28 is permanently restrained and enjoined from violating Section 17(a) of the Securities Act of 1933

1 (the “Securities Act”) [15 U.S.C. § 77q(a)] in the offer or sale of any security by the use of any
2 means or instruments of transportation or communication in interstate commerce or by use of the
3 mails, directly or indirectly:

- 4
- 5 (a) to employ any device, scheme, or artifice to defraud;
 - 6 (b) to obtain money or property by means of any untrue statement of a material fact
7 or any omission of a material fact necessary in order to make the statements
8 made, in light of the circumstances under which they were made, not misleading;
9
or
 - 10 (c) to engage in any transaction, practice, or course of business which operates or
11 would operate as a fraud or deceit upon the purchaser.

12
13 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in
14 Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following who
15 receive actual notice of this Final Judgment by personal service or otherwise: (a) Defendant’s
16 officers, agents, servants, employees, and attorneys; and (b) other persons in active concert or
17 participation with Defendant or with anyone described in (a).

18
19 III.
20

21 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant
22 is permanently restrained and enjoined from violating Section 5 of the Securities Act [15 U.S.C.
23 § 77e] by, directly or indirectly, in the absence of any applicable exemption:

- 24
- 25 (a) Unless a registration statement is in effect as to a security, making use of any
26 means or instruments of transportation or communication in interstate commerce
27 or of the mails to sell such security through the use or medium of any prospectus
28 or otherwise;

- (b) Unless a registration statement is in effect as to a security, carrying or causing to be carried through the mails or in interstate commerce, by any means or instruments of transportation, any such security for the purpose of sale or for delivery after sale; or
 - (c) Making use of any means or instruments of transportation or communication in interstate commerce or of the mails to offer to sell or offer to buy through the use or medium of any prospectus or otherwise any security, unless a registration statement has been filed with the Commission as to such security, or while the registration statement is the subject of a refusal order or stop order or (prior to the effective date of the registration statement) any public proceeding or examination under Section 8 of the Securities Act [15 U.S.C. § 77h].

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following who receive actual notice of this Final Judgment by personal service or otherwise: (a) Defendant's officers, agents, servants, employees, and attorneys; and (b) other persons in active concert or participation with Defendant or with anyone described in (a).

IV.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant is permanently barred from participating in an offering of penny stock, including engaging in activities with a broker, dealer, or issuer for purposes of issuing, trading, or inducing or attempting to induce the purchase or sale of any penny stock. A penny stock is any equity security that has a price of less than five dollars, except as provided in Rule 3a51-1 under the Exchange Act [17 C.F.R. 240.3a51-1].

1 V.
2
3
4

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court shall retain
jurisdiction of this matter for the purposes of enforcing the terms of this Final Judgment.

5 VII.
6
7

There being no just reason for delay, under Rule 54(b) of the Federal Rules of Civil
Procedure, IT IS HEREBY ORDERED that the Clerk is directed to enter this Final Judgment.

8 
9 U.S. District Judge Jennifer A. Dorsey
10 Dated: September 3, 2021
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28